

Annual Results

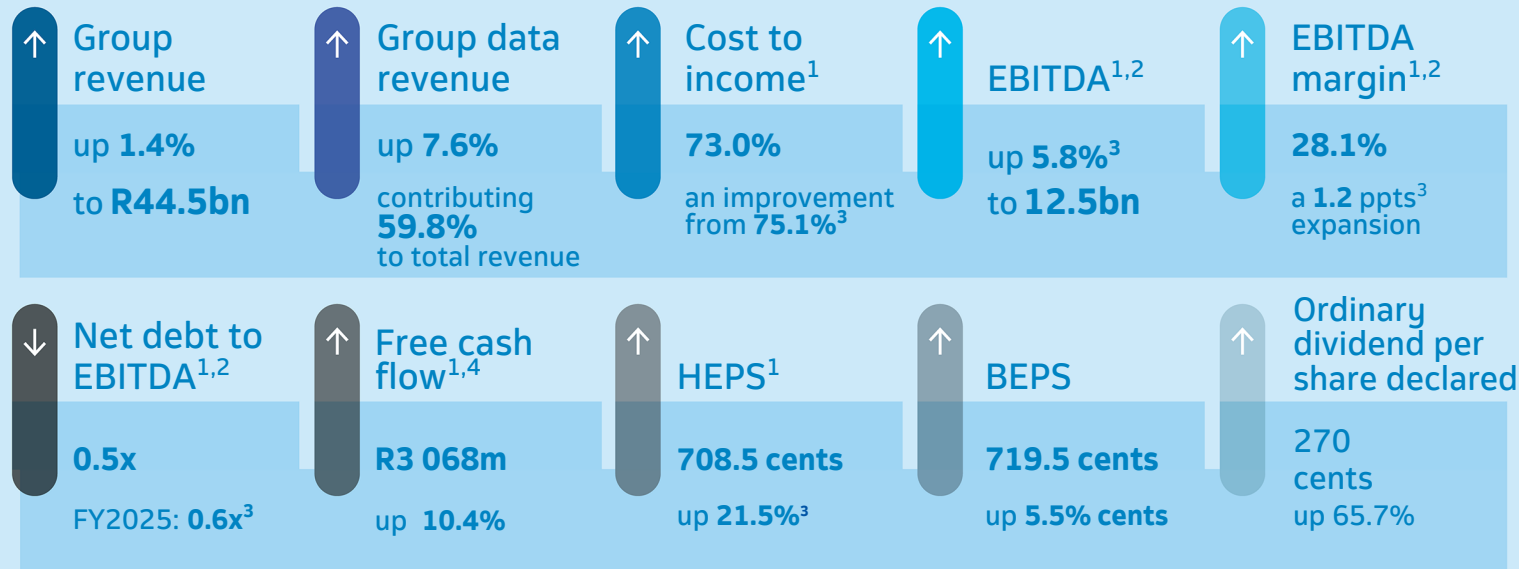
and ordinary dividend declaration

For the year ended
31 March 2026

Seamlessly connecting our
customers to a better life

Telkom delivers another year of strong earnings, dividend payout ratio and declaration increase supported by healthy free cash flow

Group highlights



¹ This is a non-IFRS financial measure.

² Earnings before interest, tax, depreciation and amortisation.

³ Adjusted FY2025 (prior year) excludes the impact of the R160 million restructuring cost, and the Telkom Retirement Fund derecognition loss of R618 million in continuing operations.

⁴ Free cash flow is defined as cash generated from operations before dividend paid, less cash paid for capital expenditure and repayment of principal lease liabilities.

⁵ During FY2025 Swiftnet met the IFRS 5 requirements and was classified as held for sale as a discontinued operation, and was therefore excluded from the results for continuing operations. Telkom disposed of its 100% equity shareholding in Swiftnet effective 31 January 2025.

Message from Serame Taukobong, Group CEO

These results validate our strategy for Telkom's transformation as we confidently position the Group for consistent quality earnings that allow for enhanced shareholder returns. As a result, we have increased our dividend payout ratio to a range of 40% to 60%, with the Board declaring an ordinary dividend at 45% of free cash flow.

Further validation is provided by our Mobile business, which surpassed 25 million subscribers and sustained market-leading service revenue growth for the 14th consecutive quarter, in its 15-year anniversary. Openserve also achieved a remarkable milestone, recording full-year overall revenue growth for the first time in nine financial years, an indication that the transition to fibre services is largely complete.

Outlook

Our data-led strategy remains our key growth driver. Having established the OneTelkom approach and as the backbone of South Africa's digital future, we are now focused on the next phase of value creation. This will be through further increasing efficiencies and improving growth across the board. By allocating capex to projects that enhance returns, we will continue the disciplined execution that is by now the hallmark of our transformation.

We will balance growth investment and cost discipline in the coming year. Capex intensity will remain within the 12%-15% range, primarily funding Mobile and fibre to support revenue growth, while cost efficiencies protect margins. The combined effect will be geared towards free cash flow generation and a prudent leverage position.

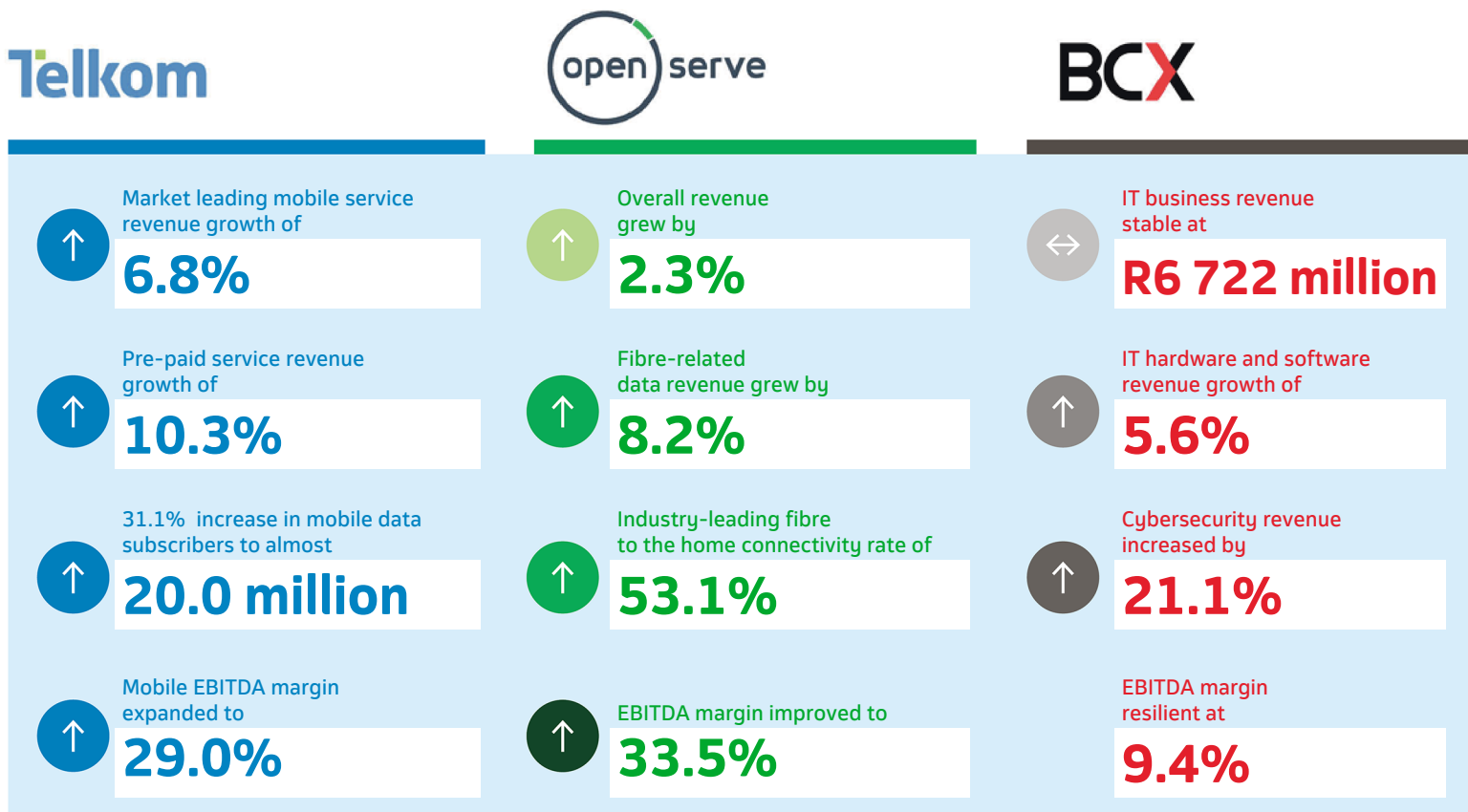
Entering the second year of our medium-term guidance in FY2027, we remain confident that the guidance provided on 10 June 2025 captures our commitment to disciplined execution in an evolving market.

Summary of financial results

Financial indicators Rm	Reported FY2026	Reported FY2025	Reported % change	Adjusted ³ FY2025	Adjusted ³ % change
Profit for the period	3 548	7 503	(52.7)	8 071	(56.0)
Continuing	3 548	2 783	+27.5	3 351	+5.9
Discontinued ⁵	-	4 720	(100.0)	4 720	(100.0)
Basic earnings per share (cents)	719.5	1 528.0	(52.9)	1 643.7	(56.2)
Continuing	719.5	566.0	+27.1	681.7	+5.5
Discontinued ⁵	-	962.0	(100.0)	962.0	(100.0)
Headline earnings per share (cents)²	708.5	544.5	+30.1	660.2	7.3
Continuing	708.5	467.5	+51.6	583.2	+21.5
Discontinued ⁵	-	77.0	(100.0)	77.0	(100.0)
Dividend (cps)	270	261	+3.5	-	-

The Board of Directors of Telkom (the Board) has declared a final ordinary gross cash dividend of 270 cents per ordinary share totalling R1 381 million payable from available cash balances in respect of the year ended 31 March 2026. No special dividend was declared in the current year. Refer to the full annual results announcement for the dividend declaration.

Transition to fibre services firmly embedded



Mvuleni Geoffrey Qhena
Chairman

Serame Taukobong
Group Chief Executive Officer

Nonkululeko Dlamini
Group Chief Financial Officer
02 June 2026

Sponsor
Nedbank Corporate and Investment Banking, a division of Nedbank Limited

Telkom SA SOC Ltd
(Registration number: 1991/005476/30)

JSE share code: TKG
JSE bond code: BITEL
ISIN: ZAE000044897

(Telkom, the Company or the Group)
Transfer secretaries are Computershare and they are contactable on +27 11 370 5000.

Pro forma financial information:

Certain financial information presented in this results announcement constitutes pro forma financial information in terms of the JSE Listings Requirements. The Group presents various non-IFRS financial measures in the results announcement, including (i) EBITDA, (ii) HEPS, (iii) net debt, (iv) free cash flow (FCF), (v) return on invested capital (ROIC) and (vi) cost-to-income ratio for both the current and prior year. In addition to these non-IFRS financial measures, the financial information in the prior year excludes the impact of the loss from the settlement of the Telkom Retirement Fund and restructuring costs with the related tax impact. These measures constitute pro forma financial information and are annotated throughout the results announcement. The pro forma financial information was presented to illustrate the impact of the pro forma adjustments on the audited consolidated annual financial statements for the year ended 31 March 2025 to achieve a comparable year-on-year analysis and show the adjusted performance of the business. The pro forma adjustments were determined in terms of the Group accounting policies disclosed in the audited consolidated annual financial statements for the year ended 31 March 2026. The pro forma financial information is the responsibility of the Directors and because of its nature, may not fairly present the financial position, changes in equity, results of operations or cash flows of Telkom.

Further information:

The short-form announcement is the responsibility of the Board. It is only a summary of the information contained in the annual financial statements for the year ended 31 March 2026 (AFS 2026) and does not contain full or complete details. Any investment decisions should be based on the AFS 2026 published on the JSE's cloud link on Tuesday, 02 June 2026 and also available on Telkom's website. The outlook statement has not been reviewed or reported on by Telkom's external auditor.

The AFS 2026, which include the Group's external auditor, PricewaterhouseCoopers Inc. unmodified opinion and their unmodified reasonable assurance report prepared in terms of ISAE 3420, are available on the Company's website at: <https://group.telkom.co.za/ir/financial-information.html> and on the JSE's cloud link at: <https://senspdf.jse.co.za/documents/2026/jse/isse/TKG/ie2026.pdf>.

Copies of the AFS 2026 may be requested from our Group Company Secretary, Ephy Motlhamme at motlhae1@telkom.co.za.

Investor Relations contact:
Kamohelo Selepe at selepekv@telkom.co.za

Media contact:
Batilile Phaladi at phaladm@telkom.co.za